

ND RETIREMENT AND INVESTMENT OFFICE

3/10/2008

Balance Sheet

As of 1/31/2008

	As of <u>1-31-08</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,620,148,136	\$ 1,845,998,567
INTERNATIONAL EQUITIES	793,410,871	944,760,297
DOMESTIC FIXED INCOME	2,238,489,349	1,973,499,969
INTERNATIONAL FIXED INCOME	203,538,026	179,265,016
REAL ESTATE	433,679,946	417,638,876
ALTERNATIVE INVESTMENTS	190,036,253	173,508,671
INVESTED CASH (NOTE 1)	<u>84,328,468</u>	<u>84,933,966</u>
TOTAL INVESTMENTS	5,563,631,049	5,619,605,362
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	21,818,292	23,668,338
CONTRIBUTIONS RECEIVABLE	436,621	8,058,323
MISCELLANEOUS RECEIVABLE	<u>13,968</u>	<u>7,075</u>
TOTAL RECEIVABLES	22,268,881	31,733,736
OTHER ASSETS		
OPERATING CASH	9,417,982	10,032,855
FIXED ASSETS (NET OF ACCUM DEPR)	<u>789,382</u>	<u>789,382</u>
TOTAL ASSETS	<u>\$ 5,596,107,294</u>	<u>\$ 5,662,161,335</u>
LIABILITIES:		
ACCOUNTS PAYABLE	3,176	75,649
ACCRUED EXPENSES	299,425	519,832
CAPITAL LEASE PAYABLE	1,210	1,210
INVESTMENT EXPENSES PAYABLE	<u>7,722,491</u>	<u>7,719,499</u>
TOTAL LIABILITIES	8,026,302	8,316,190
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,653,845,145	4,924,031,121
CASH IN DURING YEAR (NOTE 3)	328,307,376	295,030,109
CASH OUT DURING YEAR (NOTE 4)	245,907,748	358,929,903
NET INCREASE (DECREASE)	<u>(148,163,781)</u>	<u>793,713,818</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>5,588,080,992</u>	<u>5,653,845,145</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 5,596,107,294</u>	<u>\$ 5,662,161,335</u>

ND RETIREMENT AND INVESTMENT OFFICE

3/10/2008

Profit and Loss Statement
For the Month Ended 1/31/2008

	Month Ended <u>1-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 13,271,526	\$ 94,270,606
SECURITIES LENDING INCOME	<u>1,448,447</u>	<u>11,736,303</u>
	14,719,973	106,006,909
GAIN ON SALE OF INVESTMENTS	49,730,537	408,448,196
LOSS ON SALE OF INVESTMENTS	<u>49,637,507</u>	<u>293,713,203</u>
NET GAINS (LOSSES) INVESTMENTS	93,030	114,734,993
INVESTMENT EXPENSES	1,626,621	15,826,874
SECURITIES LENDING EXPENSES	<u>1,237,058</u>	<u>10,972,239</u>
NET INVESTMENT INCOME	11,949,324	193,942,789
NET APPREC (DEPREC) MARKET VALUE	(161,590,257)	(300,638,925)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(650,262)</u>	<u>(1,344,943)</u>
TOTAL INVESTMENT INCOME	(150,291,195)	(108,041,079)
CONTRIBUTIONS & ASSESSMENTS (NOTE 5)	5,419,694	26,476,686
PURCHASED SERVICE CREDIT (NOTE 6)	144,274	1,057,645
PENALTY & INTEREST (NOTE 7)	<u>17</u>	<u>60</u>
TOTAL ADDITIONS	<u>(144,727,210)</u>	<u>(80,506,688)</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 8)	8,771,885	61,648,744
PARTIAL LUMP SUM BENEFITS PAID	0	244,102
REFUNDS TO MEMBER (NOTE 9)	<u>143,561</u>	<u>4,739,092</u>
TOTAL BENEFITS PAID	8,915,446	66,631,938
ADMINISTRATIVE EXPENSES	151,855	1,025,155
TOTAL DEDUCTIONS	<u>9,067,301</u>	<u>67,657,093</u>
NET INCREASE (DECREASE)	<u><u>\$ (153,794,511)</u></u>	<u><u>\$ (148,163,781)</u></u>

ND RETIREMENT AND INVESTMENT OFFICE

3/10/2008

Notes To Financial Statements

January 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 3 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 4 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 CONTRIBUTIONS

Contributions on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution of 15.5 percent that must be remitted monthly.

NOTE 6 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

NOTE 7 PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 8 BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 9 REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.